# GOVERNMENT OF INDIA
# CONSUMER AFFAIRS, FOOD AND PUBLIC DISTRIBUTION
# LOK SABHA

UNSTARRED QUESTION NO:6632
ANSWERED ON:10.05.2002
BANK GUARANTEE FOR FOODGRAINS GIVEN BY FCI
SATYAVRAT CHATURVEDI

**Will the Minister of CONSUMER AFFAIRS, FOOD AND PUBLIC DISTRIBUTION be pleased to state:**

(a) whether Food Corporation of India provides bank guarantee on per quintal of rice to suchexporters to whom rice is sold by it for the purposes of exports; and

(b) if so, the details of various kinds of bank guarantees given by the exporters since April, 2001 till date?

## Answer

THE MINISTER OF STATE IN THE MINISTRY OF CONSUMER AFFAIRS, FOOD AND PUBLIC DISTRIBUTION ( SHRI PRADHAN )

(a): No, Sir. Exporters offer Bank Guarantee to the Food Corporation of India (FCI) which isencashed by FCI in the event of any default on the part of the exporter in actually exporting the quantity lifted from FCI.

(b): The exporters provide default guarantees, as described in reply to (a) above.